150	[(a) except as provided in Part 4, Surplus Property Services,]
151	(i) prescribe a schedule of fees to be charged for all services provided by the division
152	[to any department or agency] after the <u>purchasing</u> director:
153	[(i)] (A) submits the proposed rate, fees, or other amounts for services provided by the
154	division's internal service fund to the Rate Committee established in Section Ŝ→ [f] 63A-1-114 [f]
155	$\left[\frac{63J-1-410}{6}\right] \leftarrow \hat{S}$; and
156	[(ii)] (B) obtains the approval of the Legislature, as required by [Sections 63J-1-410
157	and] <u>Section</u> 63J-1-504;
158	[(b) when practicable,] (ii) ensure that the fees are approximately equal to the cost of
159	providing the services; and
160	[(c) periodically] (iii) annually conduct a market analysis of fees[, which analysis].
161	(b) A market analysis under Subsection (3)(a)(iii) shall include a comparison of the
162	division's rates with the fees of other public or private sector providers [where] if comparable
163	services and rates are reasonably available.
164	Section 4. Section 63A-2-104 is amended to read:
165	63A-2-104. Delegation of general services to departments or agencies Writing
166	required Contents Termination.
167	(1) The <u>purchasing</u> director [of the Division of Purchasing and General Services], with
168	the approval of the executive director, may delegate, in writing, [his] the purchasing director's
169	authority to perform or control any general services function to [other] another state [agencies
170	and institutions] agency by contract or other means authorized by law, if:
171	(a) in the judgment of the executive director, the state [department or] agency has
172	requested the authority; and
173	(b) the state [department or] agency has the necessary resources and skills to perform
174	or control the functions.
175	(2) The <u>purchasing</u> director may delegate [his] the <u>purchasing director's</u> authority only
176	when the delegation would result in net cost savings or improved service delivery to the state
177	as a whole.
178	(3) The written delegation shall contain [the following]:
179	(a) a precise definition of each function to be delegated;
180	(b) a clear description of the standards to be met in performing each function

- 6 -

181	delegated;
182	(c) a provision for periodic administrative audits by the department; and
183	(d) a date on which the agreement shall terminate if not previously terminated or
184	renewed.
185	(4) An agreement to delegate functions to a state agency [or institution] may be
186	terminated by the department if the results of an administrative [audits] audit conducted by the
187	department $\hat{S} \rightarrow [\dagger]$ reveal $[\dagger]$ [reveals] $\leftarrow \hat{S}$ lack of compliance with the terms of the agreement.
188	Section 5. Section 63A-2-105 is amended to read:
189	63A-2-105. Director to approve certain purchases.
190	(1) [Each] A state agency that intends to purchase any mail-related equipment or copy
191	machine shall submit a purchase request to the <u>purchasing</u> director [of the Division of General
192	Services].
193	(2) The <u>purchasing</u> director shall review [those requests] a request under Subsection
194	(1) to ensure that:
195	(a) the authority to perform those functions has been appropriately delegated to the
196	state agency under this part;
197	(b) the equipment meets proper specifications; and
198	(c) the benefits from the <u>state</u> agency's purchase of the equipment outweigh the benefits
199	of having the same functions performed by the [Division of Purchasing and General Services]
200	division.
201	Section 6. Section 63A-2-401 is amended to read:
202	63A-2-401. Utah surplus property program Definitions Administration.
203	[(1) As used in this part, "agency" means:]
204	[(a) the Utah Departments of Administrative Services, Agriculture and Food, Alcoholic
205	Beverage Control, Commerce, Heritage and Arts, Corrections, Workforce Services, Health,
206	Human Resource Management, Human Services, Insurance, Natural Resources, Public Safety,
207	Technology Services, and Transportation and the Labor Commission;
208	[(b) the Utah Offices of the Auditor, Attorney General, Court Administrator, Utah
209	Office for Victims of Crime, Rehabilitation, and Treasurer;]
210	[(c) the Public Service Commission and State Tax Commission;]
211	[(d) the State Roards of Education Pardons and Parole and Recents:]

212	[(e) the Career Service Review Office;]
213	[(f) other state agencies designated by the governor;]
214	[(g) the legislative branch, the judicial branch, and the State Board of Regents; and]
215	[(h) an institution of higher education, its president, and its board of trustees for
216	purposes of Section 63A-2-402.]
217	(1) The division shall determine the appropriate method for disposing of state surplus
218	property.
219	(2) In accordance with Title 63G, Chapter 6a, Utah Procurement Code, the division
220	may contract with one or more state surplus property contractors to assist with the disposition
221	of state surplus property by:
222	(a) online auction;
223	(b) live auction;
224	(c) pick up, sale, and disposal \$→ [,]; ←\$
225	(d) disposal;
226	(e) destruction; or
227	(f) another method approved by the purchasing director.
228	(3) (a) A state agency shall use the services of the state surplus property contractors
229	under contract with the division for the disposition of state surplus property unless the
230	purchasing director authorizes an exception in writing.
231	(b) Justification for an exception under Subsection (3)(a) includes:
232	(i) a security issue;
233	(ii) the need for restricted public access to the state surplus property;
234	(iii) a lack of adequate storage space; and
235	(iv) an issue specific to the state agency, as approved by the purchasing director.
236	[(2) (a) The] (4) (a) By following the procedures and requirements of Title 63G,
237	Chapter 3, Utah Administrative Rulemaking Act, the division shall make rules establishing a
238	surplus property program that meets the requirements of this chapter by following the
239	procedures and requirements of Title 63G, Chapter 3, Utah Administrative Rulemaking Act.
240	(b) The rules <u>under Subsection (4)(a)</u> shall include:
241	(i) procedures and requirements for transferring state surplus property directly from
242	one <u>state</u> agency to another [agency];

398	property program; and
399	[(b) (i) issue the request for proposals described in this section on or before September
400	30, 2013; or]
401	[(ii) in November 2013, give an oral report to the Government Operations Interim
402	Committee, explaining why the request for proposals was not issued on or before September
403	30, 2013.]
404	(2) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
405	division shall make rules pertaining to the process and procedures relating to services provided
406	by a person awarded a contract under Subsection (1).
407	Section 11. Section 63A-2-411 is repealed and reenacted to read:
408	63A-2-411. Disposal of state surplus property with minimal value.
409	(1) As used in this section, "minimal value" means a value of less than \$100.
410	(2) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
411	division shall make rules that permit a state agency to dispose of property with a minimal value
412	that the state agency has declared to be state surplus property as provided in Subsection
413	<u>63A-2-401(7).</u>
414	(3) The division's rules under Subsection \$→ [(1)] (2) ←\$ shall permit a state agency to
14a	dispose of
415	state surplus property with a minimal value by:
416	(a) destroying the property;
417	(b) disposing of the property as waste; or
418	(c) donating the property to:
419	(i) a charitable organization; or
420	(ii) an employee of the state agency.
421	(4) Property of a state agency is presumed to have a minimal value if the property is
422	not purchased after the state agency offers the property for sale to the public at a price above
423	\$100 for at least seven days:
424	(a) through an online auction;
425	(b) through a live auction;
426	(c) at a retail location managed by the division; or
427	(d) through another sale method approved by the director.
428	Section 12. Repealer.